



**Idaho Cobalt Project Drill Pr**



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Previously defined diluted Proven & Probable Reserves and Inferred Resources for the project stand at 3,155,280 tons grading 0.609% cobalt, 0.45% copper and 0.019 ounces per ton gold which includes diluted Proven and Probable Reserves using a US\$65 NSR cutoff of 1,257,543 tons grading 0.641% cobalt, 0.49% copper and 0.017 opt gold before mining losses. The drill holes are designed to test the plunge of the main zone mineralization, the existing down dip inferred resources and add to the tons of measured and indicated material identified in the middle hanging-wall. North and south strike extensions are also targeted for drill testing.

Drill holes R04-01 through R04-05 have been completed with holes R04-06 and 07 in progress. To date 4,157 feet have been drilled. Assay results have been returned for drill holes R04-01 through R04-03. Drill holes R04-02 and 04 were abandoned prior to attaining target depth due to poor ground conditions encountered near surface. The casing in drill hole R04-02 was left in place in order to return for a second attempt at attaining target depth. Mr. George King, B.Sc., P.Geo., is the Qualified Person working directly on the project, as per National Instrument 43-101. Drill core samples were sent to Chemex Labs in Vancouver, B.C. for assay. A current list of drill holes, intersections and location map are available from the Company directly. Significant results from drill holes R04-01 and 03 are as follows:

Drill Hole / Depth / Inclination	Drill Hole Azimuth	Grid Northing/Easting	from (ft)	to (ft)	Core Length (ft)	True Width (ft)	Cobalt (%)	Copper (%)	Gold (oz/ton)
<b>R04-01 / 900 ft / -82°</b>	244°	8+00N/12+10E	429.0	433.2	4.2	3.2	0.64	0.03	0.0090
including			429.0	431.0	2.0	1.5	1.24	0.01	0.0170
			561.0	577.2	16.2	12.3	0.23	0.05	0.003
including			574.9	577.2	2.3	1.7	0.61	0.00	0.0078
			633.5	637.1	3.6	2.7	0.57	0.29	0.0046
			809.5	813.8	4.3	3.3	0.54	2.24	0.0026
including			809.5	811.5	2.0	1.5	1.10	4.76	0.0034
<b>R04-03 / 1610 ft / -70°</b>	244°	6+00N/18+20E	919.0	927.0	8.0	6.1	1.49	0.14	0.0139
including			919.0	921.0	2.0	1.8	5.74	0.01	0.0509
			1122.0	1125.0	3.0	2.7	0.59	0.07	0.0130
			1410.3	1430.0	14.7	13.5	0.60	0.43	0.0066
including			1410.3	1414.2	3.9	3.5	1.80	0.70	0.0178

Drill hole R04-01 successfully intersected mineralized material in the down dip extension of the main mineralized zone, while R04-03 similarly confirms the down dip extension of multiple mineralized horizons. The maximum depth of mineralization used to calculate reserves and resources outlined in previous drilling was 650 feet below the surface. R04-01 successfully intersected down dip mineralization an additional 120 feet in depth below that discovered in previous drilling while R04-03 similarly intersected down dip mineralization an additional 460 feet below that previously outlined by drilling.

To ensure validity of results, Formation employs a regimented sampling procedure, including the submittal of different standard samples of known grade, blank samples and random duplicate samples to ensure results can be replicated. Further results will be released when available.

**Formation Capital Corporation**

"Mari-Ann Green"

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